

State of California

Franchise Tax Board-Legislative Services Bureau
PO Box 1468
Sacramento, CA 95812-1468

Telephone: (916)845-4326
ATSS: 468-4326
FAX: (916)845-5472

Legislative Change No.**00-17**

Bill Number: AB 2896

Author: Assembly Revenue
and Taxation
Committee

Chapter Number: 00-414

Laws Affecting Franchise Tax Board:

Revenue and Taxation Code Sections 19033 and 21007.

Date Filed with the Secretary of the State:

September 12, 2000SUBJECT: Deficiency Assessments

Assembly Bill 2896 (Assembly Revenue and Taxation Committee), as enacted on September 12, 2000, made the following changes to California law:

Revenue and Taxation Code Section 19033 is amended.

This act allows the Franchise Tax Board (FTB) to continue its current practice of using tax returns (either paper or electronic) or information electronically captured from tax returns to make deficiency determinations. If a tax return or electronically captured return information has been destroyed or cannot be located after reasonable effort by FTB, the taxpayer would be notified and have at least 30 days to provide a paper or electronic copy of the tax return to FTB.

Revenue and Taxation Code Section 21007 is amended.

This act requires FTB to provide a statement in tax booklets informing taxpayers that they may be requested to furnish FTB with a copy of the California or federal tax return that is the subject of or related to a federal audit.

This act is effective on January 1, 2001, and expressly would apply to notices of proposed deficiency assessments issued on or after January 1, 2001.

This act will not require any reports by the department to the Legislature.

Bureau Director

Brian Putler

Date

November 11, 2000